



**THE FOUNDATION
FOR SECURE
MARKETS**

#45683

DATE: SEPTEMBER 24, 2019

SUBJECT: FINISAR CORPORATION (ELECTION MERGER) – CONTRACT ADJUSTMENT

**OPTION SYMBOL: 9/24/19 – FNSR remains FNSR
9/25/19 – FNSR becomes IIVI1**

**FUTURES SYMBOLS: 9/24/19 – FNSR1D remains FNSR1D
9/25/19 – FNSR1D becomes FNSR2D
9/24/19 – FNSR4T remains FNSR4T
9/24/19 – FNSR4W remains FNSR4W
9/25/19 – FNSR4W becomes FNSR6W
9/24/19 – FNSR4H remains FNSR4H
9/25/19 – FNSR4H becomes FNSR6H
9/24/19 – FNSR4F remains FNSR4F
9/25/19 – FNSR4F becomes FNSR6F
9/24/19 – FNSR5M remains FNSR5M
9/25/19 – FNSR5M becomes FNSR6M
9/24/19 – FNSR1T remains FNSR1T
9/25/19 – FNSR1T becomes FNSR6T**

DATE: 9/24/19

On March 26, 2019, Shareholders of Finisar Corporation (FNSR) approved the proposed merger with II-VI Incorporated (IIVI). The merger was subsequently consummated before the open on September 24, 2019.

The Merger: Aggregate Terms

The aggregate Merger Consideration will consist of approximately 60% cash and approximately 40% II-VI Common Stock.

CONTRACT ADJUSTMENT

DATE: September 24, 2019

OPTION SYMBOL: 9/24/19 – FNSR remains FNSR (with adjusted deliverable described below)
9/25/19 – FNSR changes to IIVI1

STRIKE DIVISOR: 1

CONTRACT MULTIPLIER: 1

NEW MULTIPLIER: 100 (e.g., for premium or strike price extensions, 1.00 equals \$100)

NEW DELIVERABLE
PER CONTRACT: The deliverable for adjusted FNSR options will be BASED ON THE MERGER CONSIDERATION WHICH ACCRUES TO NON-ELECTING FNSR SHAREHOLDERS (stated in terms of a current 100-Share deliverable).

1) 22 II-VI Incorporated (IIVI) Common Shares
2) Cash in lieu of 0.18 fractional IIVI shares
3) \$1,560.00 Cash (\$15.60 x 100)

CUSIP: IIVI: 902104108

PRICING

Until the cash in lieu amount is determined, the underlying price for IIVI1 will be determined as follows:

$$\text{IIVI1} = 0.2218 (\text{IIVI}) + 15.60$$

DELAYED SETTLEMENT

The IIVI component of the IIVI1 deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash component of the IIVI1 deliverable until the cash in lieu amount is determined. Upon determination of the cash in lieu amount, OCC will require Put exercisers and Call assignees to deliver the appropriate cash amount.

Futures Contract Adjustment

DATE: September 24, 2019

FUTURES SYMBOLS:

- 9/24/19 – FNSR1D remains FNSR1D (with adjusted deliverable described below)
- 9/25/19 – FNSR1D changes to FNSR2D
- 9/24/19 – FNSR4T remains FNSR4T
- 9/24/19 – FNSR4W remains FNSR4W (with adjusted deliverable described below)
- 9/25/19 – FNSR4W changes to FNSR6W
- 9/24/19 – FNSR4H remains FNSR4H (with adjusted deliverable described below)
- 9/25/19 – FNSR4H changes to FNSR6H
- 9/24/19 – FNSR4F remains FNSR4F (with adjusted deliverable described below)
- 9/25/19 – FNSR4F changes to FNSR6F
- 9/24/19 – FNSR5M remains FNSR5M (with adjusted deliverable described below)
- 9/25/19 – FNSR5M changes to FNSR6M
- 9/24/19 – FNSR1T remains FNSR1T (with adjusted deliverable described below)
- 9/25/19 – FNSR1T changes to FNSR6T

NUMBER OF CONTRACTS: No Change

MULTIPLIER: 100 (e.g., a premium of 1.50 yields \$150)

NEW DELIVERABLE PER CONTRACT: The deliverable for adjusted FNSR futures will be BASED ON THE MERGER CONSIDERATION WHICH ACCRUES TO NON-ELECTING FNSR SHAREHOLDERS (stated in terms of a current 100-Share deliverable).

- 1) 22 II-VI Incorporated (IIVI) Common Shares
- 2) Cash in lieu of 0.18 fractional IIVI shares
- 3) \$1,560.00 Cash (\$15.60 x 100)

CUSIP: IIVI: 902104108

PRICING

Until the cash in lieu amount is determined, the underlying price for FNSR2D/FNSR6W/FNSR6H/FNSR6F/FNSR6M/FNSR6T/FNSR4T will be determined as follows:

$$\text{IIVI1} = 0.2218 (\text{IIVI}) + 15.60$$

DELAYED SETTLEMENT

The IIVI component of the FNSR2D/FNSR6W/FNSR6H/FNSR6F/FNSR6M/FNSR6T/FNSR4T deliverable will settle through National Securities Clearing Corporation (NSCC). OCC will delay settlement of the cash component of the FNSR2D/FNSR6W/FNSR6H/FNSR6F/FNSR6M/FNSR6T/FNSR4T deliverable until the cash in lieu amount is determined. Upon determination of the cash in lieu amount, OCC will require settlement of the appropriate cash amount.

DISCLAIMER

This Information Memo provides an unofficial summary of the terms of corporate events affecting listed options or futures prepared for the convenience of market participants. OCC accepts no responsibility for the accuracy or completeness of the summary, particularly for information which may be relevant to investment decisions. Option or futures investors should independently ascertain and evaluate all information concerning this corporate event(s).

The determination to adjust options and the nature of any adjustment is made by OCC pursuant to OCC By-Laws, Article VI, Sections 11 and 11A. The determination to adjust futures and the nature of any adjustment is made by OCC pursuant to OCC By-Laws, Article XII, Sections 3, 4, or 4A, as applicable. For both options and futures, each adjustment decision is made on a case by case basis. Adjustment decisions are based on information available at the time and are subject to change as additional information becomes available or if there are material changes to the terms of the corporate event(s) occasioning the adjustment.

ALL CLEARING MEMBERS ARE REQUESTED TO IMMEDIATELY ADVISE ALL BRANCH OFFICES AND CORRESPONDENTS ON THE ABOVE.

For questions regarding this memo, call Investor Services at 1-888-678-4667 or email investorservices@theocc.com. Clearing Members may contact Member Services at 1-800-544-6091 or, within Canada, at 1-800-424-7320, or email memberservices@theocc.com.